Matthew G. Bevin Governor

Charles G. Snavely Secretary Energy and Environment Cabinet



Commonwealth of Kentucky
Public Service Commission

211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov Michael J. Schmitt Chairman

> Robert Cicero Vice Chairman

Daniel E. Logsdon Jr. Commissioner

November 15, 2016

PARTIES OF RECORD

Re: Case No. 2015-00358

Attached is a copy of a memorandum which is being filed in the record of the above-referenced case. If you have any comments you would like to make regarding the contents of the memorandum please do so within five days of receipt of this letter.

If you have any questions, please contact Quang Nguyen, Commission Staff Attorney, at 502-782-2586.

Sincerely,

Talina R. Mathews Executive Director

QN/ph

Attachments



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## INTRA-AGENCY MEMORANDUM

## KENTUCKY PUBLIC SERVICE COMMISSION

TO:

Case File

FROM:

Quang D. Nguyen, Staff Attorney

DATE:

November 14, 2016

RE:

Case No. 2015-00358

Application of East Kentucky Power Cooperative, Inc. for Deviation from

Obligations Resulting from Case No. 2012-00169

Pursuant to a Commission Staff Notice issued on November 9, 2016, an informal conference was held on November 9, 2016, at the Commission's offices in Frankfort, Kentucky. The purpose of the informal conference was to discuss certain issues related to East Kentucky Power Cooperative Inc.'s ("EKPC") motion for confidentiality filed June 22, 2016. A list of the attendees is attached hereto.

Commission Staff indicated that EKPC's pending confidentiality motions contain a request to have information related to the financial benefits EKPC projects it will realize from its participation in the PJM capacity market in the near term not be publicly disclosed. Commission Staff noted, however, that the support for this request is general in nature in that EKPC contends that disclosure of the information sought to be kept confidential would potentially harm EKPC's competitive position in the marketplace. In response, EKPC stated that it is seeking confidential treatment of the value of capacity benefits because if the capacity benefits were disclosed combined with the market clearing price, a competitor would be able to calculate EKPC's cost of production. This would then potentially allow competitors to determine EKPC's bidding strategy, which could harm EKPC's ability to clear the market and obtain capacity benefits for the company and its members. Staff requested that EKPC supplement its confidentiality petition to provide a more detailed explanation as to how disclosure of capacity market benefits would harm EKPC's competitive position in the marketplace. EKPC agreed to provide such supplemental information.

Commission Staff also indicated that EKPC's pending motions contain a request for confidential treatment of information related to the estimated value of mitigation and salvage efforts with respect to the Smith Unit 1, and that this request was also general in nature and not supported by specific information. EKPC agreed to provide supplemental information in support of this request.

There being no further discussions, the informal conference was adjourned.

Attachment

## COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:		
APPLICATION OF EAST KENTUCKY POWER COOPERATIVE, INC. FOR DEVIATION FROM OBLIGATIONS RESULTING FROM CASE NO. 2012-00169	,	CASE NO. 2015-00358
November 9, 2016 Informal C	onforence	
November 9, 2016 Informal C	=======	r.
Please sign in:		
NAME	REPRI	ESENTING
Quant D Nguyen	PSZ	
David Samford	6055 Se	amford - EKP
Patrict Woods	EAP	
Wite Wchalley	Etti	·C.
Lany Cook		AG
David Crews	EKP	۷
John Rarh	PS C	
RICHARD PAFF	PSC	- CEGAL

\*David S Samford Goss Samford, PLLC 2365 Harrodsburg Road, Suite B325 Lexington, KENTUCKY 40504

\*Jody M Kyler Cohn Boehm, Kurtz & Lowry 36 East Seventh Street Suite 1510 Cincinnati, OHIO 45202

\*Honorable Kurt J Boehm Attorney at Law Boehm, Kurtz & Lowry 36 East Seventh Street Suite 1510 Cincinnati, OHIO 45202

\*Larry Cook Assistant Attorney General Office of the Attorney General Utility & Rate 1024 Capital Center Drive Suite 200 Frankfort, KENTUCKY 40601-8204

\*Honorable Michael L Kurtz Attorney at Law Boehm, Kurtz & Lowry 36 East Seventh Street Suite 1510 Cincinnati, OHIO 45202

\*East Kentucky Power Cooperative, Inc. 4775 Lexington Road P. O. Box 707 Winchester, KY 40392-0707

\*Stefanie J Kingsley Assistant Attorney General Office of the Attorney General Utility & Rate 1024 Capital Center Drive Suite 200 Frankfort, KENTUCKY 40601-8204